LEWIS, D'AMATO, BRISBOIS & BISGAARD 1 DAVID B. PARKER JAN 23 1992 GRAHAM E. BERRY 2 LOS ANGELES JAYESH PATEL 221 North Figueroa Street, Suite 1200 SUPERIOR COURT 3 Los Angeles, California 90012 (213) 250-1800 4 Attorneys for Defendants JOSEPH A. YANNY, an individual and JOSEPH A. YANNY, a Professional Law Corporation 5 6 JOSEPH A. YANNY, ESQ. 1925 Century Park East 7 Suite 1260 Los Angeles, California 90067 8 (213) 551-2966 9 PATRICK K. SMITH, ESQ. 1408 Talbott Tower 10 131 N. Ludlow Street Dayton, Ohio 45402-1773 11 Attorneys for Defendants and Cross-Complainants JOSEPH A. YANNY, an individual and JOSEPH A. YANNY, 12 Professional Law Corporation 13 SUPERIOR COURT OF THE STATE OF CALIFORNIA 14 COUNTY OF LOS ANGELES 15 16 No. BC 033035 RELIGIOUS TECHNOLOGY CENTER, a California Non-Profit Religious PROPOSED DEFENDANTS' 17 Corporation; CHURCH OF VERIFIED FIRST AMENDED ANSWER SCIENTOLOGY INTERNATIONAL, a 18 TO PLAINTIFFS' VERIFIED California Non-Profit Religious COMPLAINT. DEMAND FOR JURY Corporation; and CHURCH OF 19 TRIAL SCIENTOLOGY OF CALIFORNIA, a California Non-Profit Religious 20 Motion Cutoff Date: Corporation, March 27, 1992 21 Plaintiffs, Discovery Cutoff: 22 1992 March 27, VS. 23 Trial Date: April 27, 1992 JOSEPH A. YANNY, an Individual; 8:30 a.m. Time: JOSEPH A. YANNY, a Professional 24 Dept: 41 Law Corporation and DOES 1 through 25, Inclusive, 25 Defendants. 26 27 11 28 11 LEWIS D'AMATO RESEDIS & BISGAAFD

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Defendants Joseph A. Yanny, an individual, and Joseph A. Yanny, a professional law corporation ("collectively "defendants"), provide the following verified first amended response to plaintiffs' verified complaint in this matter.

- 1. Answering paragraph 1 of plaintiffs' complaint, defendants admit that judgment was entered in the case entitled Religious

 Technology Center, et al. v. Joseph A. Yanny, et al., Los Angeles

 Superior Court Case No. C690211, on February 28, 1991, and that plaintiffs were resoundingly defeated in that case. Except as expressly admitted above, defendants deny, generally and specifically, each and every allegation of Paragraph 1 of plaintiffs' complaint.
- 2. Answering Paragraph 2 of plaintiffs' complaint, defendants admit that Plaintiff Religious Technology Center styles itself as a not-for-profit religious corporation organized and existing under the laws of the State of California. Defendants deny, however, that plaintiff is either a "not-for-profit" or "religious corporation" in any meaningful sense of those terms.
- 3. Answering Paragraph 3 of plaintiffs' complaint, defendants admit that Plaintiff Church of Scientology International styles itself as a California not-for-profit religious corporation.

 Defendants deny, however, that plaintiff is either a "not-for-profit" or "religious corporation" in any meaningful sense of those terms.
- 4. Answering Paragraph 4 of plaintiffs' complaint, defendants admit that Plaintiff Church of Scientology of California styles itself as a California not-for-profit religious corporation.

 Defendants deny that plaintiff is either a "not-for-profit" or

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"religious corporation" in any meaningful st e of those terms.

- 5. Answering Paragraph 5 of plaintiffs' complaint, defendants admit that Defendant Joseph A. Yanny is an attorney licensed to practice law in the State of California and a resident of Hermosa Beach, California.
- 6. Answering Paragraph 6 of Plaintiffs' complaint, defendants admit that Defendant Joseph A. Yanny, a professional law corporation, is and has been a professional corporation organized and existing under the laws of the State of California, with its principal office in Los Angeles, California.
- 7. Answering Paragraph 7 of plaintiffs' complaint, defendants deny each and every allegation set forth in this paragraph, and further deny that there are any legitimate fictitiously-named defendants in this action, nor any party to this action against whom these plaintiffs have legitimate claims.
- 8. Answering Paragraph 8 of plaintiffs' complaint, defendants admit that, at various times, defendant has represented certain of the plaintiffs in this action in various cases prior to December 1987. Except as expressly admitted above, defendants otherwise deny each and every allegation set forth in paragraph 8 of plaintiffs' complaint.
- 9. Answering Paragraph 9 of plaintiffs' complaint, defendants admit that, at various times, Defendant Joseph A. Yanny represented certain of the plaintiffs in various pieces of litigation prior to December 1987. Except as expressly admitted above, defendants deny each and every allegation set forth in Paragraph 9 of plaintiffs' complaint.

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- 10. Answeri Paragraph 10 of plainti complaint, defendants admit that Defendant Joseph A. Yanny provided legal counsel to certain of the plaintiffs in this case between 1983 and 1987. Except as expressly admitted above, defendants otherwise deny each and every allegation set forth in Paragraph 10 of plaintiffs' complaint, and further specifically deny that defendants provided legal services to plaintiffs on "essentially all" of plaintiffs' legal matters during that period of time.
- 11. Answering paragraph 11 of plaintiffs' complaint, defendants admit that, during the course of the attorney-client relationship with plaintiffs, there were certain duties that bound both parties to that relationship. Those duties and ethical obligations are a matter of statutory and case law. Except as expressly admitted above, defendants deny each and every allegation set forth in paragraph 11 of the plaintiffs' complaint, and further deny that Paragraph 11 is an accurate rendition of the duties and obligations binding an attorney in the course of an attorney-client relationship.
- 12. Answering Paragraph 12 of plaintiffs' complaint, defendants admit that the defendants were purportedly provided with certain information during the course of defendants' representation of the plaintiffs in this matter. Except as expressly admitted above, defendants otherwise deny each and every allegation paragraph 12, and further allege that, during the course of the representation of plaintiffs, defendants were rarely, if ever, provided any accurate information concerning the legal, and other concerns of plaintiffs. Rather, defendants at all times were provided with "shore stories" concocted by the plaintiffs to

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insulate the defendants from the truth concerning the plaintiffs and their various endeavors. This campaign of deceit and disinformation was conducted by plaintiffs to avoid defendants from at any time learning the truth concerning the plaintiffs' improper and frequently criminal activities.

- 13. Answering Paragraph 13 of plaintiffs' complaint, defendants deny each and every allegation set forth in paragraph 13.
- 14. Answering Paragraph 14 of plaintiffs' complaint, defendants admit that the attorney-client relationship between plaintiffs and Yanny was terminated no later than the first day of December 1987. Except as expressly admitted above, defendants deny each and every allegation set forth in Paragraph 14 of the complaint.
- defendants admit that there was in place, until February 28, 1991, a preliminary injunction, the terms of which are set forth in the injunction. That injunction was obtained by plaintiffs in this matter in the earlier case entitled, Religious Technology Center. et al. v. Joseph A. Yanny, et al., Los Angeles Superior Court Case No. C690211, on the basis of misrepresentations to the court and on the basis of perjured declarations knowingly submitted by these plaintiffs. Defendants further admit that, on or about June 28, 1991, defendants appeared as counsel of record for Vicki and Richard Aznaran in a federal court action. The appearance of these defendants as counsel for the Aznarans in that action was made necessary by the improper and contemptible stratagems undertaken by plaintiffs in this matter to deprive the Aznarans of counsel in

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that matter. ____ king what action these ____ indants did,

defendants acted only to protect the Aznarans' constitutional

rights to pursue their causes of action against these plaintiffs,

who are willing to take, and have taken in the past, any steps they

felt necessary, no matter how illegal or unethical those steps may

be, to frustrate the Aznarans' rights. Except as expressly

admitted above, defendants deny each and every allegation set forth

in Paragraph 15 of plaintiffs' complaint.

- 16. Answering Paragraph 16 of plaintiffs' complaint,
 defendants admit that, to defendants knowledge, the plaintiffs have
 actively been engaged in litigation in the matter entitled Church
 of Scientology of California v. Gerald Armstrong, Los Angeles
 Superior Court Case No. C420153. Except as above expressly
 admitted above, defendants deny each and every allegation set forth
 in Paragraph 16 of plaintiffs' complaint.
- 17. Answering Paragraph 17 of plaintiffs' complaint, defendants reallege and incorporate herein by this reference each and every admission, denial and other response contained in paragraphs 1 through 16, inclusive of this answer, to plaintiffs' compliant.
- 18. Answering Paragraph 18 of plaintiffs' complaint, defendants admit that the case filed by Vicki and Richard Aznaran was filed on or about April 1, 1988. Except as expressly admitted above, defendants deny each and every allegation set forth in Paragraph 18 of plaintiffs' complaint.

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19. Answering Paragraph 19 of plaintiffs' complaint, defendants admit that Vicki and Richard Aznaran were originally represented by Barry Van Sickle, and that Mr. Van Sickle at one

point was disqualified by the federal court rom representation of the Aznarans. This disqualification was based on most of the same perjured declarations that were submitted by plaintiffs in Religious Technology Center, et al. v. Joseph A. Yanny, et al., Los Angeles Superior Court Case No. C690211. Live testimony by the declarant relied on by the plaintiffs was found to be inherently incredible and not worthy of belief by the Honorable Raymond Cardenas, who tried the bench portion of the trial in Religious Technology Center, et al. v. Joseph A. Yanny, et al. Except as otherwise expressly admitted, defendants deny each and every allegation set forth in Paragraph 19 of plaintiffs' complaint.

- 20. Answering Paragraph 20 of plaintiffs' complaint, defendants admit that, on or about June 28, 1991, endant Joseph A. Yanny informed John J. Quinn, counsel for plaintiff Church of Scientology International, that he would substitute into the Aznaran case for the Aznarans and reasonably requested an extension of time to oppose a summary judgment motion. That reasonable request was refused. Except as expressly admitted above, defendants deny each and every allegation set forth in paragraph 20 of plaintiffs' complaint.
- 21. Answering Paragraph 21 of plaintiffs' complaint, defendants admit that defendants were substituted in as counsel representing the Aznarans in the federal action, having sought and obtained permission of court for that substitution. Defendants also admit that all requests for a reasonable continuance of time to protect the rights of the Aznarans in that case against a pending motion for summary judgment, which was purposely filed by plaintiffs in this matter at a time when the Aznarans were not

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represented, were refused. Except as expressly admitted above, defendants otherwise deny each and every allegation set forth in paragraph 21 of plaintiffs' complaint.

- 22. Answering Paragraph 22 of plaintiffs' complaint, defendants admit that plaintiffs in this action predictably made a motion to disqualify defendants from representing the Aznarans. Except as expressly admitted above, defendants deny each and every allegation set forth in Paragraph 22 of plaintiffs' complaint.
- 23. Answering Paragraph 23 of plaintiffs' complaint, defendants admit that defendants acted reasonably and ethically in representing Vicki and Richard Aznaran over a short period of time in the federal action, beginning on June 28, 1991. Except as expressly admitted above, defendants deny each and every allegation set forth in Paragraph 23 of plaintiffs' complaint.
- 24. Answering Paragraph 24 of plaintiffs' complaint, defendants admit that, at various times, defendants have represented certain of the plaintiffs in this action in various cases prior to December 1987. Except as expressly admitted above, defendants otherwise deny each and every allegation set forth in Paragraph 24 of plaintiffs' complaint, and further specifically deny that paragraph 24 is an accurate rendition of the duties and obligations binding an attorney in the course of an attorney-client relationship.
- 25. Answering Paragraph 25 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph 25.
- 26. Answering Paragraph 26 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph

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- 27. Answering Paragraph 27 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph 27.
- 28. Answering Paragraph 28 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph 28.
- 29. Answering Paragraph 29 of plaintiffs' complaint, defendants reallege and incorporate herein by this reference each and every admission, denial and other response contained in Paragraphs 1 through 16, inclusive of this answer to plaintiffs' complaint.
- 30. Answering Paragraph 30 of plaintiffs' complaint, defendants deny each and every allegation of Paragraph 30.
- 31. Answering Paragraph 31 of plaintiffs' complaint, defendants deny each and every allegation of Paragraph 31.
- 32. Answering Paragraph 32 of plaintiffs' complaint, defendants admit that, at various times, defendants represented certain of the plaintiffs in this action in various cases prior to December 1987. Except as expressly admitted above, defendants otherwise deny each and every allegation set forth in Paragraph 32. Defendants specifically deny that Paragraph 32 is an accurate rendition of the duties and obligations binding an attorney in the course of an attorney-client relationship.
- 33. Answering paragraph 33 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph 33.

- 34. Answer paragraph 34 of plaint: complaint, defendants deny each and every allegation set forth in paragraph 34.
- 35. Answering Paragraph 35 of plaintiffs' complaint, defendants deny each and every allegation set forth in paragraph 35.
- 36. Answering Paragraph 36 of plaintiffs' complaint, defendants deny each and every allegation set forth in Paragraph 36.

FIRST AFFIRMATIVE DEFENSE

(Failure to State A Cause of Action)

37. Further answering said complaint and as a first, separate and affirmative defense thereto, these defendants allege as follows:

The complaint and each cause of action contained therein fails to state a cause of action against these defendants upon which relief can be granted.

SECOND AFFIRMATIVE DEFENSE

(This Court Cannot Enjoin The Practice of Law)

38. Further answering said complaint and as a second, separate and affirmative defense thereto, these defendants allege as follows:

Any attempt by plaintiffs, or any of them, to limit the clientele to which these answering defendants, or any of them, may render legal services after the termination of the attorney-client relationship between the plaintiffs, or any of them, and these

answering defent s, or any of them, whic imitation goes beyond that required by the rules of professional conduct, is void and unenforceable as a matter of public policy, and constitutes an unenforceable restraint on the right of defendants, or any of them, to pursue their chosen profession.

THIRD AFFIRMATIVE DEFENSE

(Mootness)

39. Further answering said complaint and as a third, separate and affirmative defense thereto, these defendants allege as follows:

All wrongs alleged by plaintiffs have already been completed, no further or additional alleged actual or potential damages are threatened or even possible, and therefore plaintiffs' claim for injunctive relief is most and must fail.

FOURTH AFFIRMATIVE DEFENSE

(No Substantial Relationship)

- 40. Further answering said complaint and as a fourth, separate and affirmative defense thereto, these defendants allege as follows:
- matters alleged in the first cause of action of Plaintiffs' complaint and the former representation, and these answering defendants were never in a position where they did or could have received information that the plaintiffs might reasonably have assumed that these answering defendants would or should withhold from either Vicki Aznaran, the former president of plaintiff

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Religious Technology Center, or Richard Azna, n, a former employee of Church of Scientology International.

(b) There is no substantial relationship between the matters alleged in the second cause of action, or any relationship between Defendants and Gerald Armstrong, and the former representation, and these answering defendants were never in a position where they did or could have received information that the plaintiffs might reasonably have assumed that these answering defendants would or should withhold from Gerald Armstrong, a former "intelligence officer" of Scientology's Sea Organization, then the group of the most "elite" of Scientologists who worked directly for L. Ron Hubbard, and who was privy to more than 500,000 pages of documentation about the life of L. Ron Hubbard and the most confidential operations of the Scientology organization.

FIFTH AFFIRMATIVE DEFENSE

(No Disclosure of Confidences)

Further answering said complaint and as a fifth, 41. separate and affirmative defense thereto, these answering defendants allege as follows:

These answering defendants were never in the possession of confidential information which was not already and/or independently known to any or all of Vicki Aznaran, Richard Aznaran, or Gerald Armstrong.

SIXTH AFFIRMATIVE DEFENSE

(Failure to Exhaust Other Remedies)

Further answering said complaint and as a sixth,

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Each and all purported causes of action set forth in the complaint, and any and all claims based thereon, are barred by reason of plaintiffs' failure to exhaust their other available remedies.

SEVENTH AFFIRMATIVE DEFENSE

(Unclean Hands)

43. Further answering said complaint and as a seventh, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraph 44, 45, 46, 51, 54, 57, and 58 herein and allege as follows:

Plaintiffs are barred from bringing this action against these defendants and/or obtaining the equitable relief requested herein under the doctrine of unclean hands.

EIGHTH AFFIRMATIVE DEFENSE

(In Pari Delicto)

44. Further answering said complaint and as an eighth, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate by reference herein each and every allegation contained in paragraphs 43, 45, 46, 51, 54, 57 and 58 herein and allege as follows:

Notwithstanding the things alleged of defendants in the complaint, which are denied in the applicable paragraphs herein, plaintiffs and their counsels' conduct in connection with the

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events allegedly giving rise to the first cause of action bars plaintiffs from recovery with regard to the first cause of action under the doctrine of <u>in pari delicto</u>.

NINTH AFFIRMATIVE DEFENSE

(Illegality)

45. Further answering said complaint and as a ninth, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraphs 43, 44, 46, 51, 57 and 58 herein and allege on the basis of either personal knowledge or information and belief as follows:

Plaintiffs are barred from bringing this action as a result of their acts of illegality in connection with matters that were being handled by defendants for plaintiffs, but not disclosed by plaintiffs to defendants at the time of such handling, services which plaintiffs requested defendants to perform (e.g., with regard to the Flynn settlement agreements), but which they refused to so do because of their illegality, plaintiffs' illegal conduct in committing the acts giving rise to the action entitled Vicki Aznaran, et al. v. Church of Scientology of California, and assigned Case Number C-88-1786 JMI (Ex) by the United States District Court for the Central District of California ("The Aznaran case"); conduct by plaintiffs and their counsel and others, including but not limited to the making of certain settlement proposals to Barry Van Sickle, Esq., for direct communication to Vicki and Richard Aznaran ("the Aznarans") knowing that Barry Van Sickle, Esq. had been disqualified from representing the Aznarans,

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TENTH AFFIRMATIVE DEF. E

(Fraud and Deceit)

46. Further answering said complaint and as a tenth, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraphs 43, 44, 51, 54, 57 and 58 herein and allege, on the basis of either personal knowledge or information and belief, as follows:

plaintiffs are barred from bringing this action against these defendants because of their fraud and deceit in the Aznaran case prior to July 1, 1991. Plaintiffs, through their counsel, John J. Quinn ("Quinn") and William T. Drescher ("Drescher"), caused material misrepresentations to be made to the Aznarans with knowledge of the falsity of the misrepresentations at the time they were made and with the intent to deceive the Aznarans, who actually and justifiably relied on those material misrepresentations to their injury, by substituting themselves into the Aznaran case as attorneys pro per in the place of their counsel, Ford Greene, whereupon plaintiffs filed a motion for summary judgment against the Aznarans.

Specifically, Quinn, Drescher, and another attorney,
Barry Van Sickle, in or about June 5, 1991, met in a restaurant
when they discussed the possible settlement of both the Aznaran
case and the case of Corydon v. Church of Scientology, et al. and
discussed certain settlement proposals with regard thereto.
Obviously, knowing that Van Sickle had been disqualified at their
instance from representing the Aznarans in the Aznaran case because
of his relationship with defendants herein, and well knowing that

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the Aznarans wer epresented by their Attr ey of record, Ford Greene, Quinn and Drescher made settlement proposals to Van Sickle regarding possible settlement of the Aznaran case. Quinn and Drescher, on behalf of plaintiffs, specifically discussed details regarding Van Sickle making direct settlement proposals to the Aznarans without the knowledge of their counsel of record, Ford Greene, and with the expectation that the Aznarans might thus be induced to then discharge their attorney, Greene. Furthermore, Drescher, in the presence of Quinn, expressly made it a condition of this meeting(s) and communications that these discussions would never be repeated and would not become the subject of declarations in either the Corydon case or the Aznaran case. By inducing Van Sickle to make settlement proposals to the Aznarans, plaintiffs thus made Van Sickle their agent.

On June 20, 1991, or thereabouts, Quinn, Drescher and Van Sickle again met in a restaurant and again discussed joint settlement of the Corydon and Aznaran cases. At this meeting, Quinn and Drescher learned that the Aznarans were now discharging Ford Greene. Neither Quinn nor Drescher disclosed to Van Sickle during either of these restaurant meetings, or at any other relevant time, that plaintiffs were then finalizing a substantial motion for summary judgment in the Aznaran case.

Within a very short time thereafter, on July 1, 1991, the Aznarans substituted themselves into the Aznaran case in pro per in place of Greene who they had discharged, and whereupon plaintiffs filed a motion for summary judgment against the Aznarans.

Believing that they had taken a major step towards concluding a settlement agreement with plaintiffs, and instead

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suddenly facing a stion for summary judgme, and without essential legal representations, the Aznarans contacted defendants for assistance. Defendants contacted Quinn and requested plaintiffs continue the hearing date on the summary judgment motion so that the Aznarans could obtain new legal counsel and oppose the plaintiffs' motion for summary judgment. Quinn refused to continue the hearing date on plaintiffs' motion for summary judgment. Subsequently, the District Court reinstated Ford Greene as the Aznaran's counsel and shortly thereafter entered a written order referring to the "outrageous litigation tactics" being employed in the case.

ELEVENTH AFFIRMATIVE DEFENSE

(Res Judicata)

Further answering said complaint and as an eleventh, 47. separate and affirmative defense thereto, these answering defendants allege as follows:

Plaintiffs' complaint, and plaintiffs' claims for equitable relief and damages, are barred by the doctrine of res judicata.

TWELFTH AFFIRMATIVE DEFENSE

(Collateral Estoppel)

Further answering said complaint and as a twelfth, separate and affirmative defense thereto, these answering defendants allege as follows:

Plaintiffs' complaint, and plaintiffs' claims for equitable relief and damages therein, are barred by the doctrine of collateral estoppel.

THIRTEENTH AFFIRMATIVE DEFENSE

(Failure to Mitigate Damages)

49. Further answering said complaint and as a thirteenth, separate and affirmative defense thereto, these answering defendants allege as follows:

Plaintiffs, and/or their counsel or other agents, failed to take proper and reasonable steps to avoid or mitigate the damages alleged in the Complaint, and to the extent of such failure to mitigate or to avoid, damages allegedly incurred by plaintiffs, if any, should be reduced accordingly.

FOURTEENTH AFFIRMATIVE DEFENSE

(Waiver -- of the Attorney/Client Privilege and Estoppel)

50. Further answering said complaint and as a fourteenth, separate and affirmative defense thereto, these answering defendants allege as follows:

Plaintiffs, inter alia, in filing and prosecuting their complaint in Religious Technology Center, et al. v. Joseph A.

Yanny, et al., Los Angeles Superior Court Case No. C690211 ("Yanny I") have knowingly waived any privilege regarding confidentiality of attorney client communications pursuant to California Evidence Code Section 958 and other applicable law and have thereby released these defendants from any alleged duty to maintain confidences as asserted in this action and are therefore estopped from recovery herein.

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51. Further answering said complaint and as a fifteenth, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraphs 45 and 46 of this verified first amended complaint and allege as follows:

plaintiffs are barred from asserting each and all of the purported causes of action in the complaint by reasons of their own acts, omissions and conduct, or that of their agents, pursuant to California Evidence Code §956, in that professional services of defendants were sought or obtained to enable plaintiffs to commit, or plan to commit, a crime or fraud.

SIXTEENTH AFFIRMATIVE DEFENSE

(Waiver and Estoppel -- Multiple Representation)

52. Further answering said complaint and as a sixteenth, separate and affirmative defense thereto, these answering defendants allege as follows:

plaintiffs are barred from asserting their first cause of action in their complaint by reason of the joint client exception to the attorney client privilege in that defendants previously represented Vicki Aznaran, jointly with plaintiffs in a matter(s) of common interest.

SEVENTEENTH AFFIRMATIVE DEFENSE

(Estoppel By Conduct)

53. Further answering said complaint and as a

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seventeenth, separate and affirmative defense thereto, these answering defendants allege as follows:

plaintiffs are equitably estopped from asserting each and all of the purported causes of action in the complaint by reason of their own acts, omissions and conduct, or that of their agents.

EIGHTEENTH AFFIRMATIVE DEFENSE

(Action Barred By Equity and Civil Code Provisions)

54. Further answering said complaint and as an eighteenth, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraphs 43, 44, 45, 46 herein and allege as follows:

plaintiffs are barred from judicial relief by the general principles of equity and the specific provisions of Part IV of the Civil Code, including but not limited to §§3512, 3517, 3519, 3524 (without any admission of wrongdoing by defendants) and 3533.

NINETEENTH AFFIRMATIVE DEFENSE

(Action Barred By Doctrine of Election of Remedies)

55. Further answering said complaint and as a nineteenth, separate and affirmative defense thereto, these answering defendants allege as follows:

Plaintiffs are barred from bringing this action against these defendants under the doctrine of election of remedies.

TWENTIETH AFFIRMATIVE L NSE

(Privilege)

56. Further answering said complaint and as a twentieth, separate and affirmative defense thereto, these answering defendants allege as follows:

At all relevant times, the acts of these answering defendants were privileged under Civil Code \$47. Therefore, plaintiffs are barred from maintaining this action.

TWENTY-FIRST AFFIRMATIVE DEFENSE

(Justification -- Defense of Another, Interests

Of Third Persons and the Public)

57. Further answering said complaint and as a twenty-first, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate herein by reference each and every allegation contained in paragraphs 43, 44, 45, 46 herein and allege as follows:

At all relevant times, the acts of these answering defendants were privileged and justified because, if done at all, they were done in defense of others, the interests of third persons, the interests of justice, and the interests of the public.

TWENTY-SECOND AFFIRMATIVE DEFENSE

(Justification -- Drastic Result Exception

To the Substantial Relationship Test)

58. Further answering said complaint and as a twenty-second, separate and affirmative defense thereto, these answering defendants repeat, reallege and incorporate by reference each and

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every allegation contained in paragraph 46 herein and allege as follows:

At all relevant times, the acts of these answering defendants were justified because the circumstances under which these defendants felt compelled to temporarily represent the Aznarans were created by the plaintiffs' own intentional bad faith conduct, and but for these defendants' assistance, a drastic result would likely have occurred.

TWENTY-THIRD AFFIRMATIVE DEFENSE

(Good Faith and Due Diligence)

59. Further answering said complaint and as a twenty-third, separate and affirmative defense thereto, these answering defendants allege as follows:

Defendants have acted at all times relative hereto in good faith and with due diligence.

TWENTY-FOURTH AFFIRMATIVE DEFENSE

(First Amendment Protection and Commerce Clause)

60. Further answering said complaint and as a twentyfourth, separate and affirmative defense thereto, these answering
defendants allege as follows:

Plaintiffs' complaint, and plaintiffs' claims for equitable relief and damages therein, are an unconstitutional attempt to limit and chill defendants' first amendment rights of freedom of speech, assembly and religion and, if granted, would violate, inter alia, the Commerce Clause of the Constitution of the United States and of applicable provisions of the Constitution of

the State of California.

WHEREFORE, these answering defendants, and each of them, pray as follows:

- 1. That plaintiffs, or any of them, take nothing by their complaint;
- 2. That any temporary restraining order, preliminary injunction or other order entered against defendants, or any of them, in this action be dissolved and rendered of no further force and effect;
 - 3. For defendants' cost of suit incurred herein; and
- 4. For such other and further relief as may be just and proper under the circumstances.

Dated: January 22, 1992

LEWIS, D'AMATO, BRISBOIS & BISGAARD

GRAHAM E. BERRY

Attorneys for Defendants JOSEPH/A. YANNY, an individual, and JOSEPH A. YANNY, a professional law corporation

1STAMDANS.VC

DEMAND FOR JURY TRIA.

Defendants in this action, in which plaintiffs are seeking compensatory, punitive and exemplary damages, request jury trial as to all appropriate issues.

Dated: January 22, 1992

LEWIS, D'AMATO, BRISBOIS & BISGAARD

GRAHAM E. BERRY

Attorneys for Defendants JOSIPH A. YANNY, an individual, and JOSEPH A. YANNY, a professional law corporation

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JURY TRIALHECK APPLICABLE PARAGRAPH	
The matters stated in the foregoing document are true of my own knowledge except as	to
those matters which are stated on information and belief, and as to those matters in believe them to be true.	
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JOSEPH A. YANNY, A PROFESSIONAL CORPORATION a party to this action, and am authorized to make this verification for and on its behalf, and I make this verification for an authorized to make this verification for authori	or
rthat reason. Diam informed and believe and on that ground allege that the matters stated in the loregoing document are true of my own knowledge except as to those matter which are stated on information and belief, and as to those matters I believe them to be true.	
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a party to this action. Such party is absent from the county of aforesaid where such attorneys have their offices, an make this verification for and on behalf of that party for that reason. I am informed and believe and on that grounds the state of the	nd
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I declare under penalty of perjury under the laws of the State of California that the foregoing is true and corre	ect
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JOSEPH A. YANNY	
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PROOF OF SERVICE	,
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STATE OF CALIFORNIA, COUNTY OF	
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I am employed in the county of	
tem over the age of 18 and not a party to the within action; my business address is.	
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□ by placing □ the original □ a true copy thereof enclosed in sealed envelopes addressed as follows. □ BY MAIL □ *I deposited such envelope in the mail at □ The envelope was mailed with postage thereon fully prepaid. □ As follows: I am "readily familiar" with the firm's practice of collection and processing correspondence for mail that state practice it would be deposited with U.S. postal service on that same day with postage thereon fully prepaid.	rnia. iling.
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PROOF OF PERSONAL SERV.

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SEWIS D'AMATO BRISBOIL & BISGAARD LAWYERS SUTTE 1200 221 W FIGUEROA STREET SOS ANGELES DA 90012 213 250 1900

(Non-attorney--California state courts only)

I am over age 18 and not a party to this cause. On January 23, 1992, I personally served a true and correct copy of [REVISED PROPOSED] DEFENDANTS' VERIFIED FIRST AMENDED ANSWER TO PLAINTIFFS' VERIFIED COMPLAINT; DEMAND FOR JURY TRIAL on each of the following:

> John J. Quinn, Esq. QUINN, KULLY & MORROW 520 South Grand Avenue Eighth Floor Los Angeles, California 90071

Service was accomplished in the manner checked below:

I personally delivered it to the attorney(s) or party named above.

During the absence of the attorney from the office, I left it with the attorney's clerk or with a person having charge of the office.

When there was no person in the attorney's office, I left it in a conspicuous place in the office between 9:00 a.m. and 5:00 p.m.

___ When the office of the attorney was closed, I left it at the attorney's residence (which is in the same county as his or her office) with a person at least 18 years old.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this declaration was executed on January 23, 1992.

(Print name of server)

PROOF OF PERSONAL SER.

(Non-accorney--California state courts only)

I am over age 18 and not a party to this cause. On January 23, 1992, I personally served a true and correct copy of [REVISED PROPOSED] DEFENDANTS' VERIFIED FIRST AMENDED ANSWER TO PLAINTIFFS' VERIFIED COMPLAINT; DEMAND FOR JURY TRIAL on each of the following:

William T. Drescher, Esq. 23679 Calabasas Road Suite 338 Calabasas, California 91302

Service	was	accomplished	in	the	manner	checked	below:
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____ I personally delivered it to the attorney(s) or party named above.

During the absence of the attorney from the office, I left it with the attorney's clerk or with a person having charge of the office.

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I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this declaration was executed on January 23, 1992.

(Print name of server)

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LEWIS, D'AMATO
ISBDIS & BISGAARD
LAWYERS
SUITE 1200
NIFIGUEROASTREET
SANGELES, CA 90012
28131250-1800

PROOF OF PERSONAL SERVICE

(Non-attorney--California state courts only)

I am over age 18 and not a party to this cause. On January 23, 1992, I personally served a true and correct copy of [REVISED PROPOSED] DEFENDANTS' VERIFIED FIRST AMENDED ANSWER TO PLAINTIFFS' VERIFIED COMPLAINT; DEMAND FOR JURY TRIAL on each of the following:

Laurie Bartilson, Esq.
Helena K. Kobrin, Esq.
BOWLES & MOXON
6255 Sunset Boulevard
Suite 2000
Los Angeles, California 90028

Service was accomplished in the manner checked below:
I personally delivered it to the attorney(s) or party named
above.
During the absence of the attorney from the office, I left
it with the attorney's clerk or with a person having charge of the
office.
When there was no person in the attorney's office, I left it
in a conspicuous place in the office between 9:00 a.m. and 5:00
p.m.
When the office of the attorney was closed, I left it at the
attorney's residence (which is in the same county as his or her
office) with a person at least 18 years old.
I declare under penalty of perjury under the laws of the State of
California that the foregoing is true and correct and that this
declaration was executed on January 23, 1992.

(Print name of server)

LEWIS D'AMATO
RISBOIS & BISGAARE
AMMYERS
SUITE 1200
IN N FIGUERDA STREET
35 ANGELES CA 90012
\$13) 250 1800

PROOF OF SERVICE BY MAIL

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PEWIS D'AMATO

ISSOIS BISGAARD LAWYERS SUITE 1200 ELFIGUEROA STREET BONDELES CA 90012 #131.250-1800

[CCP § 1013(a)]

STATE OF CALIFORNIA)

COUNTY OF LOS ANGELES)

I am employed in the County of Los Angeles, State of California. I am over the age of 18 and not a party to the within action. My business address is Lewis, D'Amato, Brisbois & Bisgaard, 221 North Figueroa Street, Suite 1200, Los Angeles, California 90012.

On January 23, 1992, I served the foregoing document described as:

[REVISED PROPOSED] DEFENDANTS' VERIFIED FIRST AMENDED ANSWER TO PLAINTIFFS' VERIFIED COMPLAINT; DEMAND FOR JURY TRIAL

on the interested parties in this action by placing a true copy thereof enclosed in a sealed envelope with postage thereon fully prepaid in the United States mail at: Los Angeles, California 90012 addressed as follows:

> Joseph A. Yanny, Esq. 1925 Century Park East Suite 1260 Los Angeles, California 90067

I am "readily familiar" with the firm's practice of collection and processing of correspondence for mailing. Under that practice, mail is deposited with the U.S. postal service on that same day in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if the postal cancellation date or postage meter date is more than one day after the day of deposit for mailing an affidavit.

Executed on January 23, 1992 at Los Angeles, California.

I declare under penalty of perjury under the laws of [X] State the State of California that the above is true and correct.

I declare that I am employed in the offices of a] Federal member of the bar of this court at whose direction service was made.

Karen D. Corpejo

Rev. 10/89

PROOF OF SERVICE BY MAIL

[CCP § 1013(a)]

STATE OF CALIFORNIA

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on the interested parties in this action by placing a true copy thereof enclosed in a sealed envelope with postage thereon fully prepaid in the United States mail at: Los Angeles, California 90012 addressed as follows:

> Patrick K. Smith, Esq. 1408 Talbott Tower 131 N. Ludlow Street Dayton, Ohio 45402-1773

I am "readily familiar" with the firm's practice of collection and processing of correspondence for mailing. Under that practice, mail is deposited with the U.S. postal service on that same day in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if the postal cancellation date or postage meter date is more than one day after the day of deposit for mailing an affidavit.

Executed on January 23, 1992 at Los Angeles, California.

- [X] State I declare under penalty of perjury under the laws of the State of California that the above is true and correct.
- [] Federal I declare that I am employed in the offices of a member of the bar of this court at whose direction service was made.

(aran V). (Ornezo Karen D. Cornejo

Rev. 10/89

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LEWIS D'AMATO
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N PIGUEROA STREET
AMGELES, CA 80012
28131250-1800